

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 14, 2013

Ann Pedroza State of Utah, Office of State Treasurer E315 State Capitol Complex Post Office Box 142315 Salt Lake City, Utah 84114-2315

Subject: Request for Release to the Division of Cash Deposit Held by Utah State Treasurer; Black

Sands Holding Company; Black Sands Small Mine Sites; Permit Numbers: S047/0081, S/047/0082, S047/083, S/047/0084, S/047/0085, and S/047/0086, Uintah County, Utah

Dear Ms. Pedroza:

On July 15, 2013, our office sent a letter requesting the Utah State Treasurer to release funds in the form of reclamation surety for the referenced projects. Our office is in receipt of Check #110047972 in the amount of \$123,335.07. However, the check was made out to "OGM – Black Sands Holding Company c/o UST". We are unable to process this check because Black Sands Holding Company represents a third party and is not affiliated with the Utah Division of Oil Gas and Mining.

Please cancel check #110047972 and reissue it payable to the Utah Division of Oil, Gas, and Mining. If you have any questions or require further discussion regarding this letter, please contact Penny Berry, bond coordinator, at 801-538-5291, or by e mail at pennyberry@utah.gov.

Sincerely,

Dana Dean, P.E. Associate Director

DD: aa: pb

Cc: Will Stokes – SITLA (wstokes@utah.gov)

E. Pucciarelli - 2581 S. Macon Way, Aurora, CO 80014

Steve Alder and Cameron Johnson, Assistant Attorneys General

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110047972

Account Number:

Account Name:

UST - OGM - Black Sands Holding Co.

Tran #:

19006642

Admin Name:

Raylyn Daniel - UST 801-844-8523

Date:

08/07/2013

This check constitutes payment of the following:

Escrow Disbursements final release of acct *

Paid For

Amount:

\$123,335.07

110047972

Payee:

OGM - Black Sands Holding Co. c/o UST 350 N State Street, Ste 180 PO Box 142315 Salt Lake City UT 84114-2315

HARLAND CLARKE M17873 12516467

THIS DOCUMENT CONTAINS A TRUE WATERWARK - HOLD TO LIGHT TO VIEW



110047972

Zions First National Bank Salt Lake City, Utah 801-844-7089

UST - OGM - Black Sands Holding Co.

Trust Account

8/7/2013

\$123,335.07*

One Hundred Twenty Three Thousand Three Hundred Thirty Five Dollars & 7/100

Pay to the Order Of:

OGM - Black Sands Holding Co. c/o UST 350 N State Street, Ste 180 PO Box 142315 Salt Lake City UT 84114-2315